

PARI-MUTUEL WAGERING TAX

Pari-mutuel wagering tax is imposed for race meets other than those conducted on Nebraska State Fairground Property. Wagers placed at live meets, simulcast events, by telewagering, and by telephonic wagering are subject to tax. The tax applies to every corporation or association licensed to conduct horseracing within the state.

The tax rate is a two-tier system. The first \$10,000,000 of wagers are exempt. For wager amounts over \$10,000,000 and less than or equal to \$73,000,000, the tax rate is two and one-half percent. For amounts in excess of \$73,000,000 the tax rate is four percent. A tax credit is allowed for capital improvements and maintenance of the premises within the race track enclosure. The credit claimed cannot exceed \$1,400,000 and is equal to two percent of the first \$70,000,000 of taxable wagers. An additional tax of one-half percent is imposed on wagers placed by telephone. The one-half percent tax on wagers placed by telephone is deposited in the Racing Commission's Cash Fund. All other revenue is deposited in the General Fund.

Table 7 — 2002 Pari-mutuel Report

ORGANIZATION	LIVE RACE MEETS	NEBRASKA SIMULCAST	OUT OF STATE SIMULCAST	TELEPHONIC WAGERED	TOTAL	AMOUNT TAXABLE	TAX DUE	TAX CREDIT	TAX PAID
Hall County Improvement Assn.	\$5,016,497	\$571,876	\$13,834,700	\$0	\$19,423,073	\$9,423,073	\$235,577	\$188,461	\$47,118
Omaha Exposition & Racing, Inc.	397,604	2,934,804	60,650,630	1,205,441	65,188,479	55,188,479	1,379,712	1,103,770	281,969
ATOKAD Agriculture & Racing Assn.	141,497	422,264	3,122,237	4,599	3,690,597	4,599	23	0	23
Platte County Agricultural Societ	1,461,383	586,431	4,945,951	0	0	0	0	0	0
Nebraska State Board of Agricultur	1,724,868	1,087,678	16,140,879	0	18,953,425	8,953,425	223,836	179,069	44,767
Total	\$8,741,849	\$5,603,053	\$98,694,397	\$1,210,040	\$107,255,574	\$73,569,576	\$1,839,148	\$1,471,300	\$373,878

Chronology of Pari-Mutuel Tax Rates

	LIVE RACE MEETS	NEBRASKA SIMULCAST	OUT OF STATE SIMULCAST	TELEPHONIC WAGERED	TOTAL	AMOUNT TAXABLE	TAX DUE	TAX CREDIT	TAX PAID
1990	\$65,976,048	\$46,121,266	\$13,083,748	—	\$125,181,062	\$73,113,450	\$1,462,269	\$1,462,269	\$0
1991	53,164,942	43,514,910	18,083,307	—	114,763,159	66,122,266	1,653,057	1,322,445	330,611
1992	53,478,580	43,405,104	21,385,065	—	118,268,749	69,848,538	1,746,213	1,396,971	349,243
1993	46,805,857	37,828,433	25,003,856	—	109,638,146	61,339,223	1,533,481	1,226,784	306,696
1994	28,504,850	8,213,455	48,267,613	—	84,985,918	64,985,918	1,624,648	1,299,718	324,930
1995	25,870,809	15,022,237	77,502,903	—	118,395,949	65,407,650	1,635,191	1,308,150	327,041
1996	10,226,390	8,742,475	71,067,296	—	90,036,361	42,244,246	1,056,107	844,885	211,222
1997	9,295,840	7,302,737	71,529,486	—	88,128,063	41,824,793	1,045,620	836,499	209,121
1998	7,965,015	5,014,469	92,111,131	—	105,091,665	59,490,425	1,487,261	1,189,788	297,445
1999	10,068,127	5,939,496	94,932,440	—	110,940,063	66,515,208	1,662,880	1,330,304	332,576
2000	9,504,065	5,571,353	95,462,640	—	110,488,058	390,058,413	8,135,698	7,801,168	334,530
2001	8,642,910	5,363,606	99,845,725	—	113,852,241	65,301,333	1,632,588	1,306,027	327,529
2002	8,741,849	5,603,053	98,694,397	\$1,210,040	107,255,574	73,569,576	1,839,148	1,471,300	373,878